

# House Study Bill 41 - Introduced

HOUSE FILE \_\_\_\_\_

BY (PROPOSED COMMITTEE ON  
WAYS AND MEANS BILL BY  
CHAIRPERSON SANDS)

## A BILL FOR

1 An Act establishing a school district property tax  
2 relief supplement for certain fiscal years, making  
3 an appropriation, and including effective date and  
4 applicability provisions.  
5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1     Section 1. SCHOOL DISTRICT PROPERTY TAX RELIEF SUPPLEMENT  
2 — APPROPRIATION.

3     1. There is appropriated from the general fund of the state  
4 to the department of management, for the fiscal year beginning  
5 July 1, 2011, an amount sufficient to pay the school district  
6 property tax relief supplements under this section. Payments  
7 under this section shall be paid in the manner provided in  
8 section 257.16.

9     2. a. The department of management shall determine  
10 the amount of the budget adjustment under section 257.14,  
11 subsection 3, paragraph "a", subparagraph (8), for each school  
12 district within the state.

13    b. Each school district that has a budget adjustment amount  
14 determined under paragraph "a" that is greater than zero shall  
15 receive a property tax relief supplement in an amount equal to  
16 the budget adjustment amount determined under paragraph "a".

17     3. The department of management shall notify each school  
18 district of the amount of the property tax relief supplement  
19 not later than June 1, 2011.

20     4. School districts that receive a property tax relief  
21 supplement under this section shall not levy property taxes  
22 for a budget adjustment under section 257.14, subsection 3,  
23 paragraph "a", subparagraph (8), for the budget year beginning  
24 July 1, 2011.

25     5. Property tax relief supplement payments received by a  
26 school district under this section may be used for any purpose  
27 for which moneys generated through property taxes resulting  
28 from a budget adjustment under section 257.14 may be used.

29     Sec. 2. EFFECTIVE UPON ENACTMENT AND APPLICABILITY. This  
30 Act, being deemed of immediate importance, takes effect upon  
31 enactment and applies to the budget year beginning July 1,  
32 2011.

33                     EXPLANATION

34     This bill appropriates from the general fund of the state  
35 to the department of management, for the fiscal year beginning

1 July 1, 2011, an amount sufficient to pay the school district  
2 property tax relief supplements authorized in the bill.

3 The bill requires the department of management to determine  
4 the amount of the budget adjustment under Code section  
5 257.14(3)(a)(8) for each school district within the state.  
6 Each school district that has a budget adjustment amount  
7 determined under the bill that is greater than zero shall  
8 receive a property tax relief supplement payment in an amount  
9 equal to the budget adjustment amount. The bill prohibits a  
10 school district that receives a property tax relief supplement  
11 under the bill from levying property taxes for a budget  
12 adjustment under Code section 257.14(3)(a)(8) for the budget  
13 year beginning July 1, 2011.

14 The department of management is required to notify each  
15 school district of the amount of the property tax relief  
16 supplement not later than June 1, 2011. Payment of property  
17 tax relief supplements are made in the same manner as other  
18 payments to school districts under Code section 257.16. Moneys  
19 received by a school district under the bill may be used for  
20 any purpose for which moneys generated through property taxes  
21 resulting from a budget adjustment under Code section 257.14  
22 may be used.

23 The bill takes effect upon enactment and applies to the  
24 budget year beginning July 1, 2011.